

STATE FIRE AND TORNADO FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2003

	January-03				December-02				September-02				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Market Value	Allocation Actual	Policy	Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
AllianceBernstein	294,169	1.9%	2.3%	-2.36%	301,198	2.0%	2.3%	2.89%	273,722	1.9%	2.3%	-13.54%	-13.14%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-2.43%				7.15%				-15.05%	-11.18%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																
LSV	328,890	2.1%	2.3%	-2.66%	337,813	2.2%	2.3%	6.53%	296,626	2.1%	2.3%	-18.60%	-15.59%	2.41%	5.40%	N/A
Russell 1000 Value				-2.42%				9.22%				-18.77%	-13.43%	-8.96%	-2.92%	N/A
<i>S&P 500 Index</i>																
State Street	1,532,179	9.9%	10.5%	-2.62%	1,573,464	10.3%	10.5%	8.41%	1,357,318	9.5%	10.5%	-17.26%	-12.65%	-18.03%	-9.27%	3.58%
S&P 500				-2.62%				8.44%				-17.28%	-12.65%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	2,155,238	14.0%	15.0%	-2.60%	2,212,476	14.5%	15.0%	7.34%	1,927,666	13.5%	15.0%	-16.96%	-13.17%	-16.89%	-8.30%	3.74%
S&P 500				-2.62%				8.44%				-17.28%	-12.65%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	693,023	4.5%	5.0%	-2.62%	711,485	4.7%	5.0%	4.91%	678,217	4.8%	5.0%	-19.31%	-17.57%	-11.77%	N/A	N/A
Russell 2000 + 200bp				-2.60%				6.68%				-20.97%	-17.88%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	693,023	4.5%	5.0%	-2.62%	711,485	4.7%	5.0%	4.91%	678,217	4.8%	5.0%	-19.31%	-17.57%	-11.69%	2.22%	4.32%
Russell 2000				-2.77%				6.16%				-21.40%	-18.86%	-8.59%	1.67%	4.44%
CONVERTIBLES																
TCW	1,549,145	10.0%	10.0%	1.33%	1,528,419	10.0%	10.0%	8.15%	1,413,223	9.9%	10.0%	-10.05%	-1.43%	-20.37%	-2.22%	N/A
First Boston Convertible Index				2.58%				9.83%				-8.47%	3.12%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	1,500,358	9.7%	9.0%	-4.73%	1,383,531	9.1%	9.0%	7.30%	1,292,928	9.1%	10.0%	-20.58%	-18.81%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-4.94%				4.04%				-20.02%	-20.90%	-14.62%	-7.32%	-1.89%
<i>Small Cap - Value</i>																
Lazard	166,814	1.1%	1.0%	-3.04%	151,137	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-1.50%				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	1,667,172	10.8%	10.0%	-4.60%	1,534,667	10.1%	10.0%	7.81%	1,292,928	9.1%	10.0%	-20.58%	-18.32%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-4.94%				4.04%				-20.02%	-20.90%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	4,039,446	26.2%	25.0%	0.85%	3,997,839	26.3%	25.0%	2.96%	3,856,184	27.0%	25.0%	3.51%	7.48%	8.36%	8.53%	7.80%
Lehman Aggregate				0.09%				1.57%				4.58%	6.31%	8.62%	8.10%	7.57%
<i>Index</i>																
Bank of ND	2,121,984	13.7%	15.0%	0.04%	2,120,738	13.9%	15.0%	1.65%	2,160,079	15.1%	15.0%	5.96%	7.74%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
Total Index	2,121,984	13.7%	15.0%	0.04%	2,120,738	13.9%	15.0%	1.65%	2,160,079	15.1%	15.0%	5.96%	7.74%	8.14%	7.66%	7.30%
Lehman Gov/Credit				0.00%				1.73%				5.70%	7.52%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																
Strong	1,614,766	10.5%	10.0%	0.36%	1,608,132	10.6%	10.0%	4.48%	1,528,897	10.7%	10.0%	3.08%	8.08%	N/A	N/A	N/A
Lehman US Credit BAA				0.54%				4.59%				2.70%	8.00%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	7,776,196	50.4%	50.0%	0.53%	7,726,709	50.8%	50.0%	2.89%	7,545,160	52.9%	50.0%	4.11%	7.68%	7.55%	7.88%	7.42%
Lehman Gov/Credit				0.00%				1.73%				5.70%	7.52%	8.24%	7.86%	7.47%
CASH EQUIVALENTS																
Bank of ND	1,601,409	10.4%	10.0%	0.12%	1,503,212	9.9%	10.0%	0.41%	1,406,182	9.9%	10.0%	0.48%	1.01%	2.41%	4.76%	4.99%
90 Day T-Bill				0.10%				0.43%				0.45%	0.98%	2.63%	4.68%	4.84%
TOTAL FIRE & TORNADO FUND	15,442,184	100.00%	100.00%	-0.55%	15,216,968	100.00%	100.00%	4.10%	14,263,375	100.00%	100.00%	-4.65%	-1.29%	-2.37%	3.05%	6.30%
POLICY TARGET BENCHMARK				-0.71%				3.96%				-3.96%	-0.87%	-1.42%	2.75%	5.72%

NOTE: Monthly returns and market values are preliminary and subject to change.